

UNITED STATES OF AMERICA  
Before The  
OFFICE OF THRIFT SUPERVISION

In the Matter of:  
  
KEVIN L. MEENACH  
  
Former Employee and  
Institution-Affiliated Party  
of:  
  
LAWRENCE FEDERAL SAVINGS BANK  
IRONTON, OHIO

RE: OTS Order No. CHI-95-06  
  
Dated: April 6, 1995

STIPULATION AND CONSENT TO ENTRY  
OF AN ORDER OF PROHIBITION

WHEREAS, the Office of Thrift Supervision ("OTS"), based upon information derived from the exercise of its regulatory responsibilities, has informed Kevin L. Meenach ("MEENACH"), former employee and institution-affiliated party of Lawrence Federal Savings Bank, Ironton, Ohio ("Lawrence Federal" or "the Institution"), that the OTS is of the opinion that grounds exist to initiate an administrative prohibition proceeding against MEENACH pursuant to Section 8(e) of the Federal Deposit Insurance Act ("FDIA"), 12 U.S.C. § 1818(e).<sup>1</sup>

WHEREAS, MEENACH desires to cooperate with the OTS to avoid the time and expense of such administrative litigation and hereby stipulates and agrees to the following terms:

1. All references in this Stipulation and Consent and the Order of Prohibition to the U.S.C. are as amended.

1. Jurisdiction. (a) Lawrence Federal at all times relevant hereto, was a "savings association" within the meaning of Section 3(b) of the FDIA, 12 U.S.C. § 1813(b), and Section 2(5) of the Home Owners' Loan Act ("HOLA"), 12 U.S.C. § 1462(5). Accordingly, Lawrence Federal was an "insured depository institution" as that term is defined in Section 3(c) of the FDIA, 12 U.S.C. § 1813(c).

(b) MEENACH, as a former employee of Lawrence Federal, is deemed to be an "institution-affiliated party" as that term is defined in Section 3(u) of the FDIA, 12 U.S.C. § 1813(u), having served in such capacity within six (6) years of the date hereof (see 12 U.S.C. § 1818(i)(3)).

(c) Pursuant to Section 3(q) of the FDIA, 12 U.S.C. § 1813(q), the OTS is the "appropriate Federal banking agency" with jurisdiction to maintain an enforcement proceeding against institution-affiliated parties. Therefore, MEENACH is subject to the authority of the OTS to initiate and maintain a prohibition proceeding against him pursuant to Section 8(e) of the FDIA, 12 U.S.C. § 1818(e).

2. Consent. MEENACH consents to the issuance by the OTS of the accompanying Order of Prohibition ("Order"). MEENACH further agrees to comply with its terms upon issuance and

stipulates that the Order complies with all requirements of law.

3. Finality. The Order is issued by the OTS under the authority of Section 8(e) of the FDIA, 12 U.S.C. § 1818(e). Upon its issuance by the Regional Director or designee for the Central Region, OTS, it shall be a final order, effective and fully enforceable by the OTS under the provisions of Section 8(i) of the FDIA, 12 U.S.C. § 1818(i).

4. Waivers. MEENACH waives the following:

(a) the right to be served with a written notice of the OTS's charges against him (referred to as a Notice of Intention to Prohibit) (see Section 8(e) of the FDIA);

(b) the right to an administrative hearing of the OTS's charges against him (see Section 8(e) of the FDIA); and

(c) the right to seek judicial review of the Order, including, without limitation, any such right provided by Section 8(h) of the FDIA, 12 U.S.C. § 1818(h), or otherwise to challenge the validity of the Order.

5. Indemnification. MEENACH shall neither cause or permit Lawrence Federal (or any successor institution, holding company, subsidiary or service corporation thereof) to incur, directly or indirectly, any expense for any legal (or other professional expenses) incurred relative to the negotiation and issuance of the Order of Prohibition, nor obtain any indemnification (or other reimbursement) from the Institution (or any successor institution, holding company, subsidiary or service corporation thereof) with respect to such amounts. Any such payments received by or on behalf of MEENACH in connection with this action shall be returned to Lawrence Federal (or the successor institution, holding company, subsidiary or service corporation thereof).

6. Other Government Actions Not Affected. (a) MEENACH acknowledges and agrees that the consent to the entry of the Order is for the purpose of resolving this prohibition action only, and does not release, discharge, compromise, settle, dismiss, resolve, or in any way affect any actions, charges against, or liability of MEENACH that arise pursuant to this action or otherwise, and that may be or have been brought by any other government entity other than the OTS.

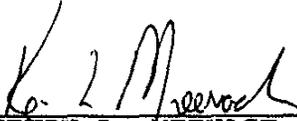
(b) By signing this Stipulation and Consent to Entry of an Order of Prohibition, MEENACH agrees that he will not assert

this proceeding, his consent to the entry of the Order, and/or the entry of the Order, as the basis for a claim of double jeopardy in any pending or future proceeding brought by the United States Department of Justice or any other federal or state governmental entity.

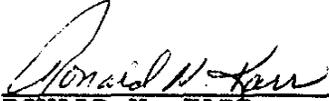
7. Acknowledgment of Criminal Sanctions. MEENACH acknowledges that Section 8(j) of the FDIA, 12 U.S.C. §1818(j), sets forth criminal penalties for knowing violations of the Order.

WHEREFORE, MEENACH executes this Stipulation and Consent to Entry of an Order of Prohibition, intending to be legally bound hereby.

By:

  
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KEVIN L. MEENACH

Accepted by:  
Office of Thrift Supervision

  
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RONALD N. KARR  
REGIONAL DIRECTOR  
CENTRAL REGIONAL OFFICE

Dated: 3/31/95

Dated: 4-6-'95

UNITED STATES OF AMERICA  
Before The  
OFFICE OF THRIFT SUPERVISION

In the Matter of:  
KEVIN L. MEENACH  
Former Employee and  
Institution-Affiliated Party  
of:  
LAWRENCE FEDERAL SAVINGS BANK  
IRONTON, OHIO

RE: OTS Order No. CHI-95-06

Dated: April 6, 1995

ORDER OF PROHIBITION

WHEREAS, Kevin L. Meenach ("MEENACH") has executed a Stipulation and Consent to Entry of an Order of Prohibition ("Stipulation");

WHEREAS, MEENACH by his execution of the Stipulation, has consented and agreed to the issuance of this Order of Prohibition ("Order") by the Office of Thrift Supervision ("OTS"), pursuant to Section 8(e) of the Federal Deposit Insurance Act ("FDIA"), 12 U.S.C. § 1818(e); and

WHEREAS, the OTS, based upon information derived from the exercise of its regulatory responsibilities, finds that:

- a) Between approximately February 1990, and continuing through approximately March 1994, MEENACH knowingly executed a scheme to defraud Lawrence Federal Savings Bank, Ironton, Ohio ("Lawrence Federal" or "the Institution"), in violation of 18 U.S.C. § 1344.

MEENACH, during his tenure as Chief Executive Officer of Lawrence Federal, knowingly executed a fraudulent scheme and obtained approximately \$13,584 of the Institution's funds to pay for work performed on his personal residence. In addition, MEENACH, on or about January 6, 1994, knowingly executed a fraudulent scheme and obtained approximately \$5,470 of the Institution's funds for his own personal benefit. As a result of MEENACH's actions, Lawrence Federal suffered losses totaling approximately \$19,054;

b) On or about March 31, 1995, MEENACH pled guilty to a charge of "bank fraud", pursuant to 18 U.S.C. § 1344; and

c) Judgment was entered against MEENACH on or about March 31, 1995, in the United States District Court Eastern District of Kentucky.

NOW THEREFORE, IT IS ORDERED that:

1. MEENACH is prohibited from further participation, in any manner, in the conduct of the affairs of Lawrence Federal and any successor institution, holding company, subsidiary, and/or service corporation thereof.

2. MEENACH shall not hold any office in, or participate in any manner in the conduct of the affairs of any Federally regulated depository institution or any of the other entities that are described in Section 8(e)(7)(A) of the FDIA, 12 U.S.C.

§ 1818(e)(7)(A), without the prior written approval of OTS (acting through its Director or an authorized representative thereof) and, the "appropriate Federal financial institutions regulatory agency" for the Federally regulated depository institution which is involved. Due to the operation of Section 8(e)(6) of the FDIA, 12 U.S.C. § 1818(e)(6), conduct prohibited by this Order, without the said prior written approval of the OTS and the "appropriate Federal banking agency", also includes, without limitation: (1) soliciting, procuring, transferring, attempting to transfer, voting, or the attempting to vote any proxy, consent, or authorization with respect to any voting rights in any institution described in Section 8(e)(7)(A) of the FDIA, 12 U.S.C. § 1818(e)(7)(A); and (2) voting for a director, or serving as an institution-affiliated party.

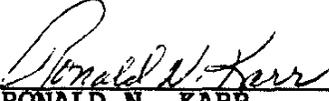
3. The Stipulation is made a part hereof and is incorporated herein by this reference.

4. This Order is subject to the provisions of Section 8(j) of the FDIA, 12 U.S.C. § 1818(j), and shall become effective on the date it is issued, as shown in the caption above.

Page 4

5. MEENACH shall promptly respond to any request from the OTS for documents that the OTS reasonably requests to demonstrate compliance with this Order.

THE OFFICE OF THRIFT SUPERVISION  
By:

  
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RONALD N. KARR  
REGIONAL DIRECTOR  
CENTRAL REGIONAL OFFICE